Community Infrastructure Levy CIL Annual Report

Reported year 2014-15

Background

The Community Infrastructure Levy (CIL) is a relatively new power which enables a charge to be levied on new development in order to fund infrastructure that is needed to support development.

Chorley Council's Community Infrastructure Levy (CIL) charges took effect on 1 September 2013 and the Council is both a CIL Charging and a CIL Collecting Authority.

To ensure that the levy is open and transparent, Chorley Council is required to prepare a short report on the levy detailing CIL income and expenditure, to be published on our website by 31 December each year, for the previous financial year, under the Community Infrastructure Levy Regulations 2010 (as amended), Regulation 62(5).

This is Chorley Councils annual report for the year 1st April 2014 to 31 March 2015.

Allocation of CIL

CIL income is required to be allocated as follows:

- Up to 5% of CIL can be applied towards its implementation and ongoing administration
- 15% (25% in areas that have a Neighbourhood Development Plan in place) of CIL is passed to the Civil Parish in whose boundary the development that paid the CIL is located, for the provision of local infrastructure improvements or other measures to support the development of the area (referred to as Local CIL).
- The remainder of the CIL income is to be applied to strategic infrastructure to support the growth of the CIL Charging Authority's area (referred to as Strategic CIL)

Parish Councils / Town Councils

Chorley Council has 23 Civil Parishes across the Town, excluding the Town Centre itself.

Parish, Town and Community Councils must make arrangements for the proper administration of their financial affairs (<u>Section 151 of the Local Government Act 1972</u>). They must have systems in place to ensure effective financial control (<u>Accounts and Audit (England) Regulations 2011</u>)

For each year when they have received funds through the levy, Parish, Town and Community Councils must publish the information specified in Regulation 62A. They should publish this information on their website or on the charging authority's website. If they haven't received any money they do not have to publish a report, but may want to publish some information to this effect in the interests of transparency.

There is no prescribed format. Parish, Town and Community Councils may choose to combine reporting on the levy with other reports they already produce.

The Council has taken the decision to devolve the 15% of Local CIL to the relevant Civil Parishes, and this CIL report also covers the devolved funding



The Civil Parish is responsible for spending CIL funds within 5 years of their receipt or run the risk of the Borough Council recovering the charge. In the event of a Civil Parish wishing to hold CIL funds for longer than 5 years the Borough Council should be notified as soon as possible and agreement will be sought from Cabinet.

Areas Without a Parish Council / Town Council

Under the CIL Regulations, Communities without a Parish, Town or Community Council will still benefit from the 15% neighbourhood portion (or 25% portion, if a neighbourhood plan or neighbourhood development order has been made).

If there is no Parish, Town or Community Council, the CIL Regulations require the charging authority to do the following:

- Retain the levy receipts and engage with the communities where development has taken place, and agree with them how best to spend the neighbourhood funding.
- Charging authorities should set out clearly and transparently their approach to engaging with neighbourhoods using their regular communication tools e.g. website, newsletters, etc.
- Use existing community consultation and engagement processes.
- The use of neighbourhood funds should therefore match priorities expressed by local communities, including priorities set out formally in neighbourhood plans.

The Government does not prescribe a specific process for agreeing how the neighbourhood portion should be spent. Where the charging authority retains the neighbourhood funding, they can use those funds on the wider range of spending that are open to local councils, as per Regulation 59C and <u>Can the levy be used to deliver Suitable Alternative Natural Greenspace?</u>



CIL Brought Forward

No CIL receipts were collected in 2013/14, so there is no CIL retention to be brought forward.

CIL Income

Total CIL income (including surcharges and interest) in 2014/15 was £583,879.33. Details of each CIL receipt and how it was apportioned are set out in Appendix A.

The Council did not receive any land or infrastructure payments (i.e. the provision of land or infrastructure in lieu of paying CIL) during 2014/15.

Total CIL income was generated from one development only, based in Coppull Parish.

CIL Expenditure

There was no Strategic Expenditure in 2014/15.

CIL Administrative Expenses

Administration is calculated as 5% of total CIL income (including surcharges and late payment interest) as per Reg. 88.

The sum of £29,193.97 was applied to the administration of CIL in 2014/15.

CIL carried forward to 2015/16

The amount of Strategic CIL carried forward to 2015/16 is £467,422.21

CIL Income Devolved to Civil Parishes

The Local CIL is calculated as 15% of total CIL income for that Parish / relevant area (including late payment interest but **not** surcharges) as per Reg. 88.

Local CIL income devolved to Civil Parishes in 2014/15 was £87,067.50. The amount devolved to the Civil Parish is set out in Appendix A.

The only Civil Parish / relevant area to receive devolved funding from CIL was Coppull Parish Council.

Local CIL Expenditure / Retention / Carried Forward

As per Reg. 62A Local Councils must also produce a report for any financial year in which it receives CIL receipts.

These will be published on their own website detailing CIL receipts, expenditure, and retention.

Notices Served In Accordance With Reg. 59E

- a) Total Value of CIL receipts requested from Local Councils:
- b) Funds not yet recovered from Local Councils: N/A



Appendix A

Receipt and Application of Community Infrastructure Levy 2014/15

	£
Total Community Infrastructure Levy (including surcharges and late payment interest) received in year	(583,879.33)
Set up and administration of CIL (5%)	24,840.59
Payment of Parish Council share (Local CIL)	87,067.50
Sub total	(471,971.24)
Strategic infrastructure expenditure in year	0.00
Carried forward by Chorley Council (Usable Reserves)	(471,971.24)
Carried forward by Chorley Council (Usable Reserves) Analysis of balance carried forward	(471,971.24)
	(471,971.24) (467,422.21)
Analysis of balance carried forward	•
Analysis of balance carried forward Strategic CIL	(467,422.21)

CIL CARRIED FORWARD	AMOUNT
Strategic CIL Local CIL (including balance held by Chorley Council)	£467,422.21 £87,263.15
Total	£554,685.36